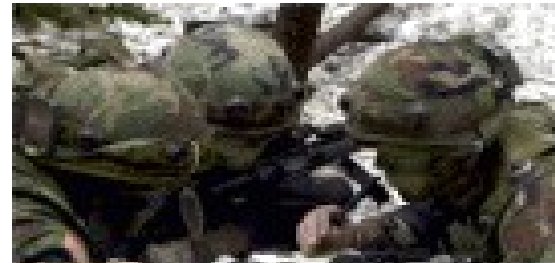




Assistant Secretary of the Army Financial Management and Comptroller

Joint Reconciliation Program Video Tele-conference



Phase I Triannual Review Ending January
31, 2006 March 21, 2006

1500-1630



Agenda



Mr.

- **Roll Call
Argodale**
- **Opening Remarks**
- **Summary Program Update**
- **Closing Remarks:
Argodale**

Mr.

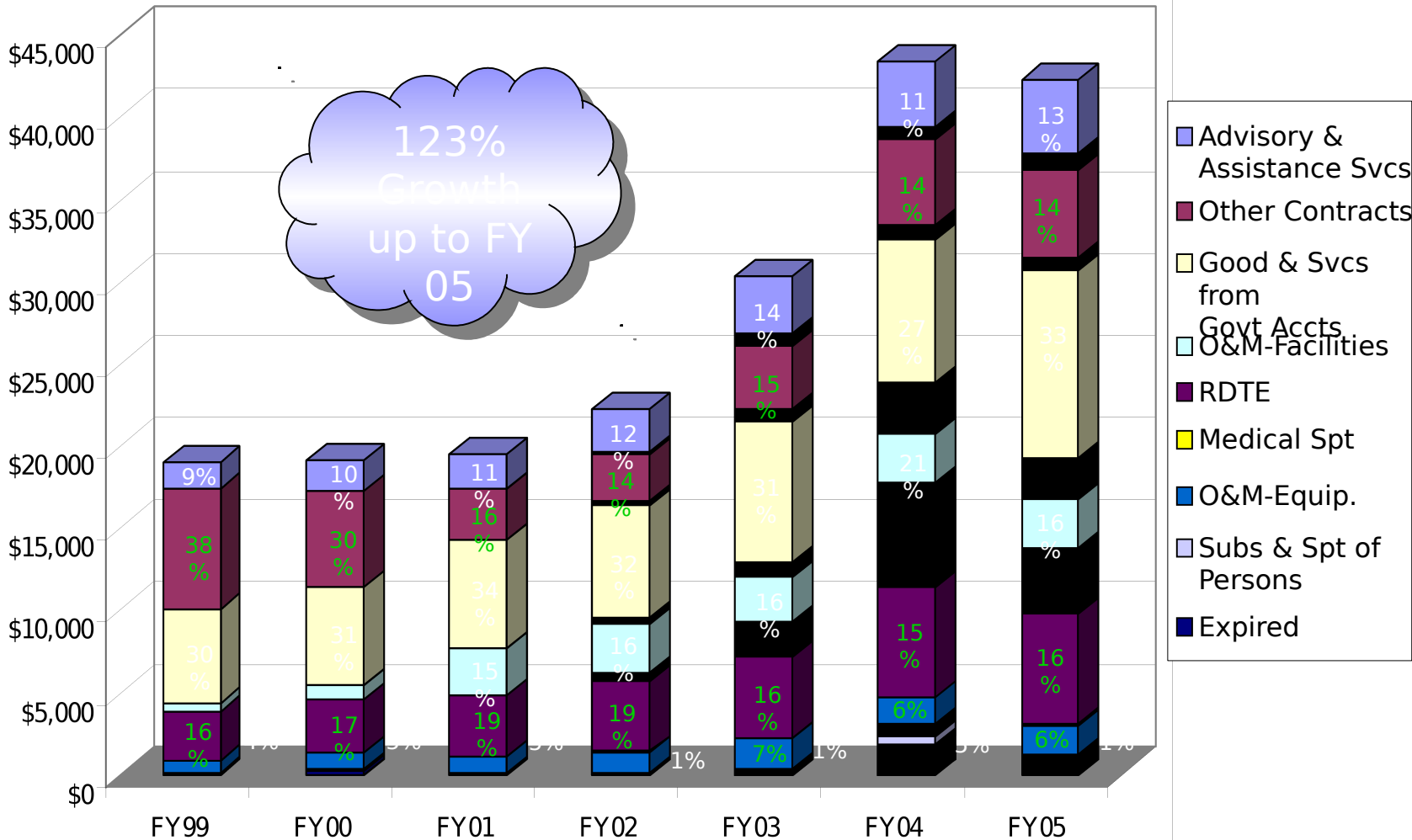


Opening Remarks

**Mr. John J. Argodale
Deputy Assistant Secretary of the
Army
(Financial Operations)**



Army Contract Services Obligations



- **Service contract obligations by Object Class.**
- **Percentages represent the Object Class percentage of the sum of all Army contract service obligations, by FY.**
- **Slashes represent OMA GWOT dollars within each Object Class.**



Program Update



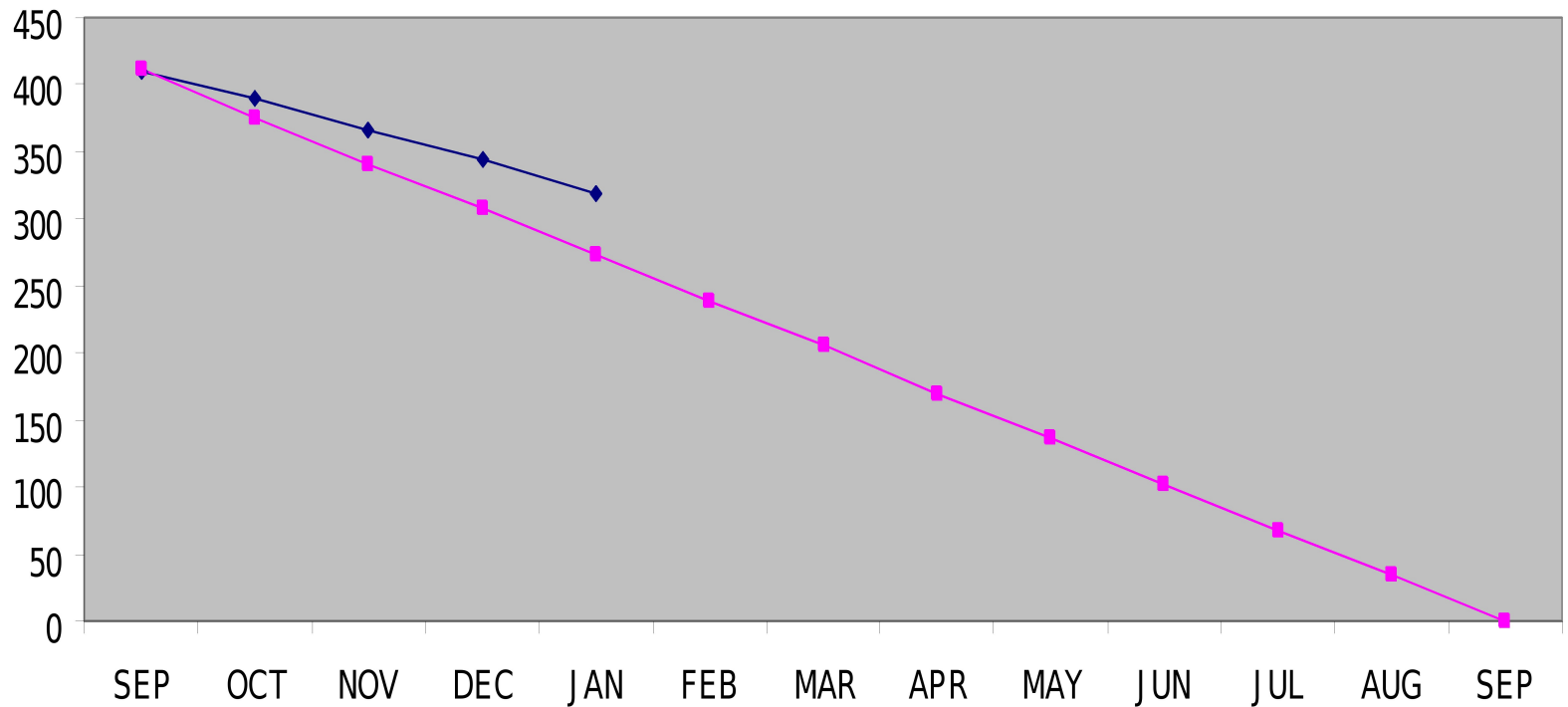
FY 06 Canceling Appropriations

Actual vs. Straight Line Liquidation

By Sep 30, 2006:

- Reduce unliquidated obligations to zero

1 Oct 05 = \$ 410.66 M
31 Jan 06 = \$ 319.16 M

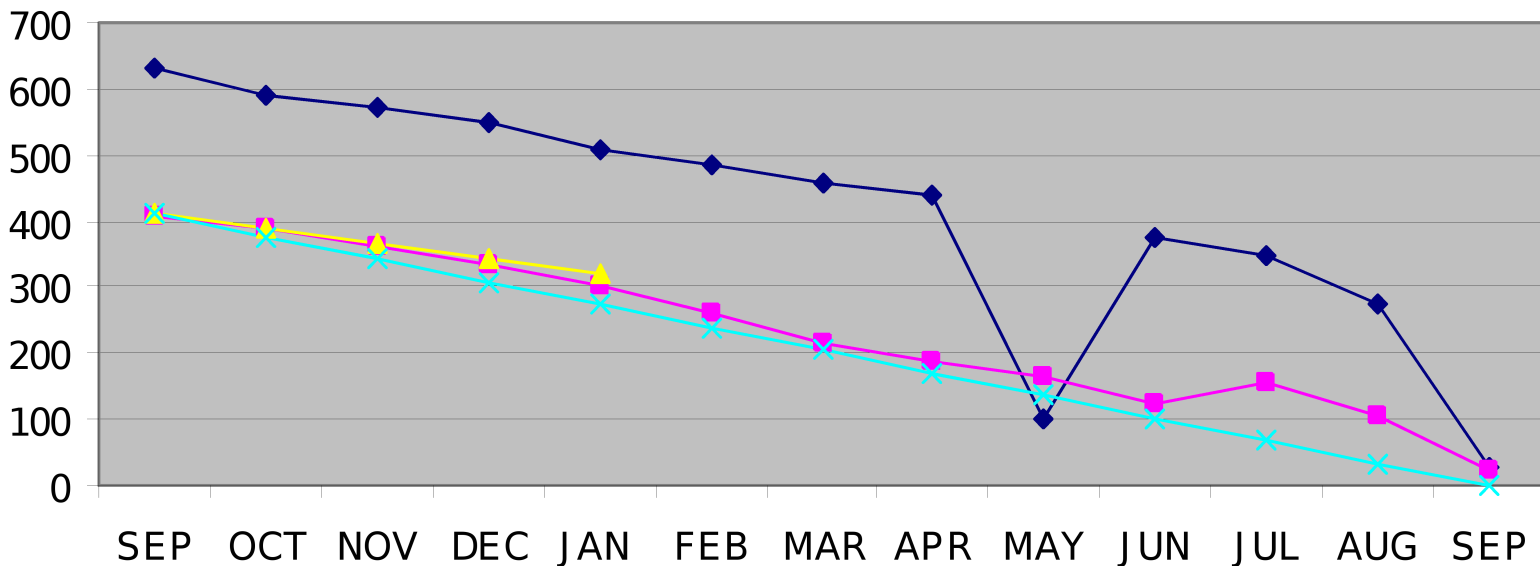


DATA SOURCE: DFAS REPORT



Canceling Appropriations

EV04 EV06



—◆— FY 04 TOTAL

—■— FY 05 TOTAL

—▲— FY 06 TOTAL

—×— FY 06 STRAIGHT LINE

	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP
FY 04 TOTAL	633	592	572	550	508	487	456	440	101	374	349	273	26
FY 05 TOTAL	409	387	363	332	303	261	217	187	165	125	156	106	21
FY 06 TOTAL	411	391	366	344	319								
FY 06 STRAIGHT LINE	411	375	341	307	273	239	205	170	136	102	68	34	0

DATA SOURCE: DFAS REPORT



Army Payoff -Cancelina Appropriations

Total Potential Liability FY00-FY05

\$147.7

Total Paid FY00 - FY06

79.1

\$

Funded as of 31

Jan 06

AFH \$

-0-

MCA

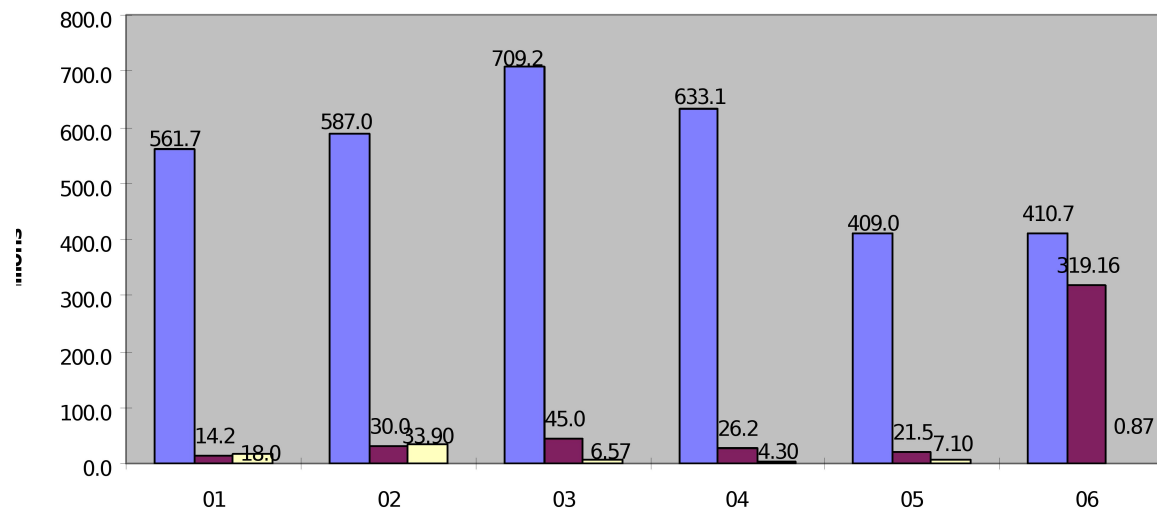
6,719.00

PROC

66,702.55

PDTE

Million



■ Canceling Balances
 ■ Potential Liability
 ■ Canceled Liability Funded

DATA SOURCE: DFAS, ARMY BUDGET



Fourth Expired Year ***(millions)***

By Sep 30, 2006

- Reduce 4th expired year by 50%

\$251.1M

DATA SOURCE: DFAS REPORT



Travel Advances Expired Years

By 30 Sep 30 2006:

- Reduce travel advance in expired years to zero

	<u>1 Oct 05</u>	<u>31 Jan 06</u>
<u>%Decrease</u>		
Expired Travel Adv	\$ 47.3M	\$12.3M
74.0%		
Expired Adv less OA-01	\$ 12.1M	\$ 3.6M
70.2%		
Expired Adv OA-01	\$ 35.2M	\$ 7.7M
75.3%		

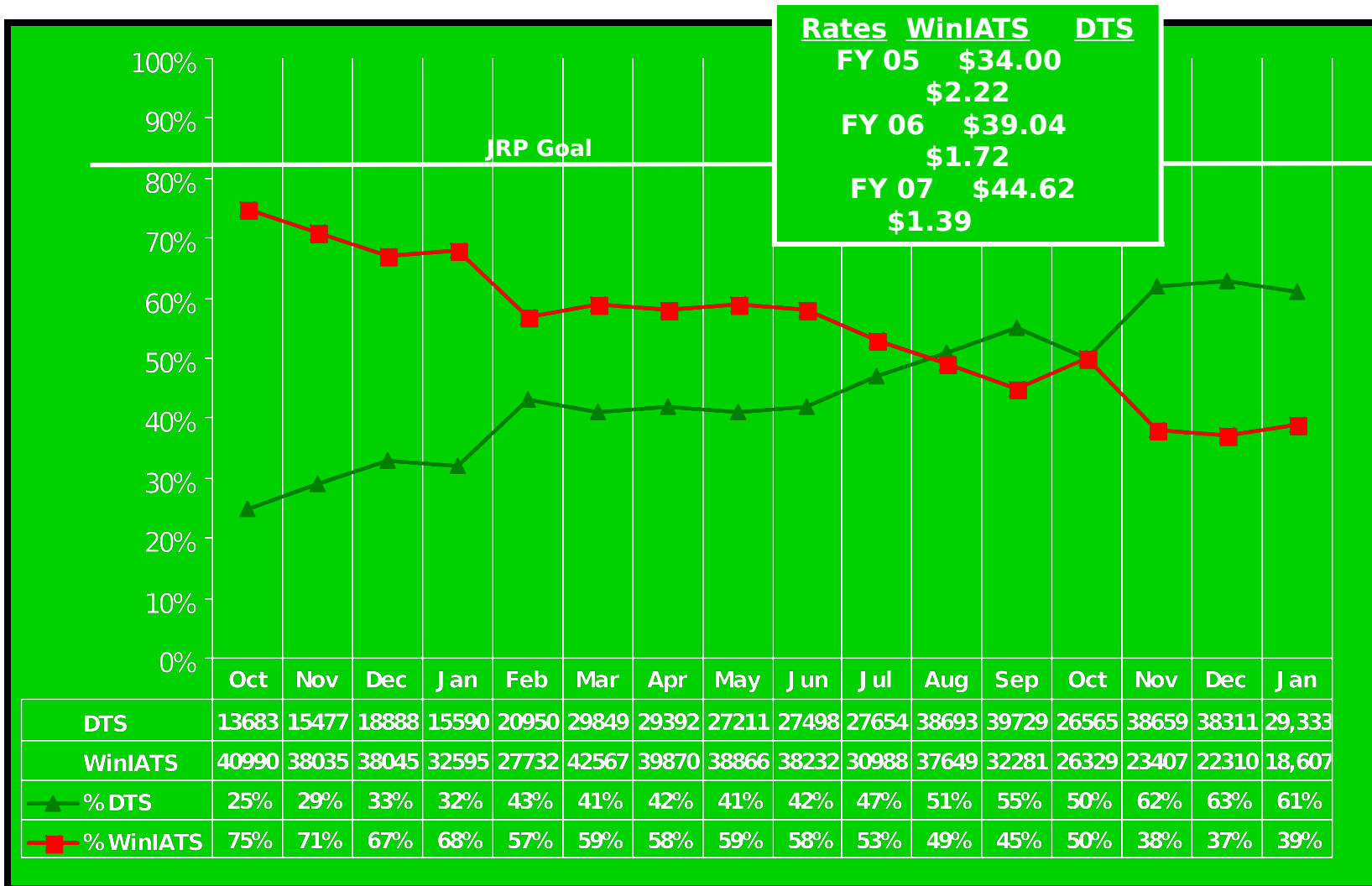
Note: of the \$47.3M beginning balance, \$10M represents payroll advances. Adjustment was processed

DATA SOURCE: DFAS REPORT



Voucher Percentage Summary FY 06

Only Proliferated Sites



Note 1: Does not include any claims processed by Contingency Travel Office.

Note 2: Does not include any PCS claims.



DTS Army Usage Analysis As of Jan 06 Usage Reported

<u>Installation</u>	<u>DT S</u>	<u>WinIATS</u>	<u>DTS Usage</u>	<u>Installation</u>	<u>DT S</u>	<u>WinIATS</u>	<u>DTS Usage</u>
Falls Church (HQDA)	24	0	100%	FY 04 Presidio of Monterey	67	30	69%
FY 04 White Sands	109	3	97%	FY 04 Sill	192	88	69%
FY 04 Detroit Arsenal	1,247	60	95%	FY 04 Huachuca	504	239	68%
FY 04 Leavenworth	561	37	94%	FY 04 Belvoir	857	451	66%
FY 02 Aberdeen PG	1,435	110	93%	FY 04 West Point	216	119	64%
FY 04 Riley	823	61	93%	FY 04 Rucker	245	142	63%
FY 04 Monmouth	1,549	149	91%	FY 04 Bliss	260	224	54%
Arlington (HQDA)	760	96	89%	FY 04 Alaska	168	168	50%
FY 04 Irwin	243	30	89%	FY 04 Sam Houston	955	968	50%
FY 04 Knox	6,428	858	88%	FY 04 Stewart	282	289	49%
FY 02 McPherson	539	88	86%	FY 04 Polk	232	260	47%
Alexandria (HQDA)	62	11	85%	FY 04 Carson	149	217	41%
FY 04 Jackson	275	67	80%	FY 04 Lewis	237	374	39%
FY 04 Rock Island Arsenal	482	131	79%	FY 04 Gillem	393	763	34%
FY 04 Lee	311	97	76%	FY 02 Campbell	406	840	33%
FY 04 Leonard Wood	472	147	76%	FY 04 Hawaii	213	618	26%
FY 04 Monroe	963	326	75%	Wash DC (HQDA)	857	2,496	26%



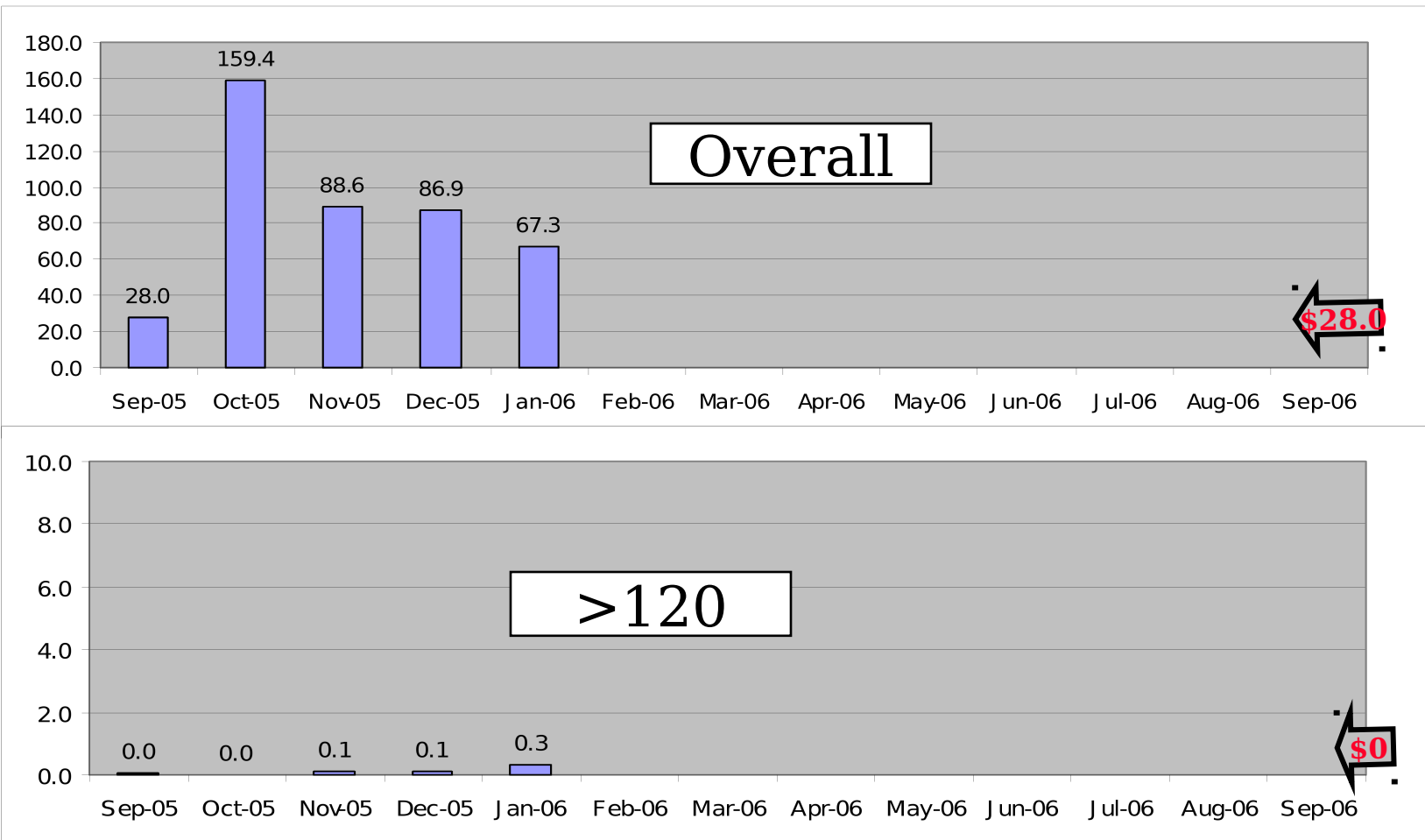
Problem Disbursements (NULOs & UMDs)



Negative Unliquidated Obligations

By 30 Sep 2006:

- Reduce total NULO to be equal to or less than Sep 30 2005 Balance
- Reduce to zero (>120 days)



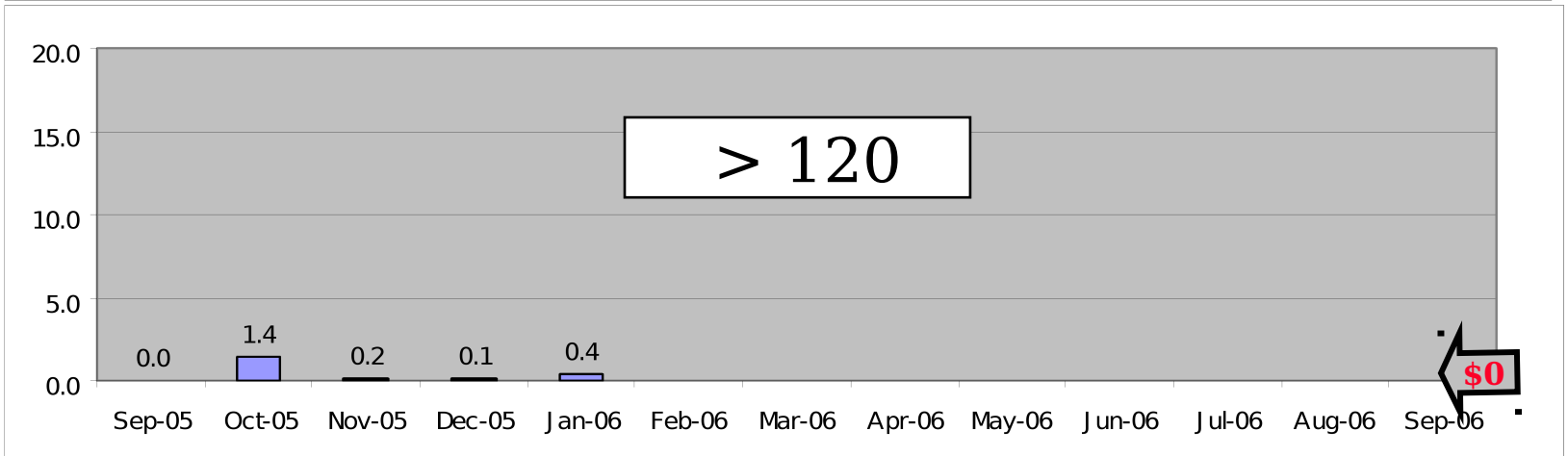
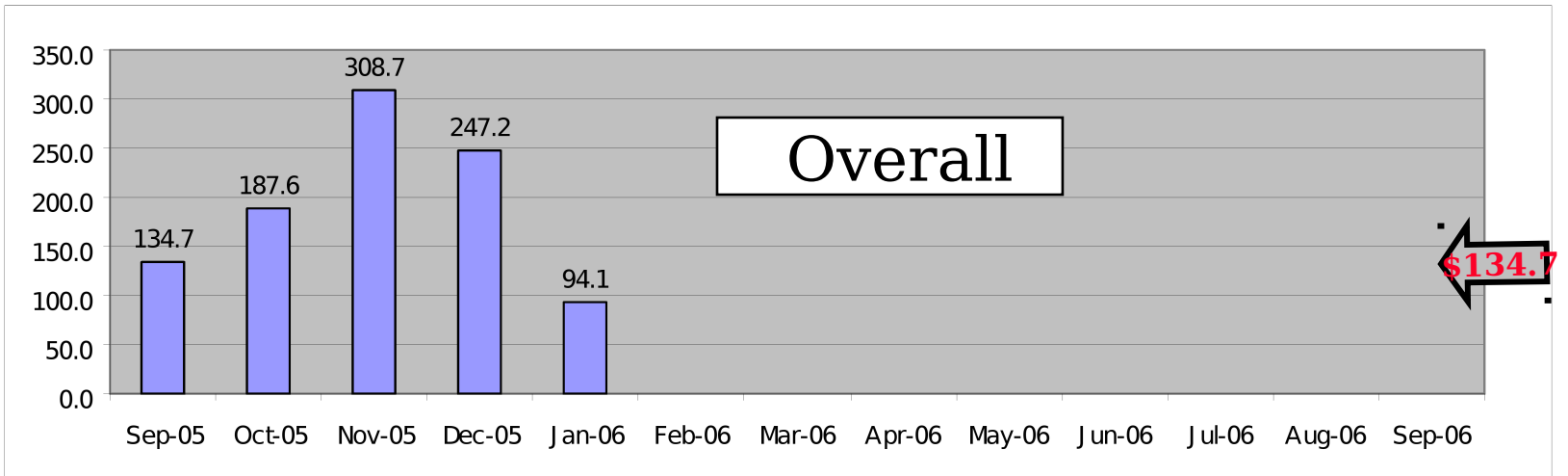
DATA SOURCE: DFAS



Unmatched Disbursements

By 30 Sep 2006:

- Reduce Total UMD to be equal to or less than Sep 30 2005 balance
- Reduce to zero (>120 days)



DATA SOURCE: DFAS

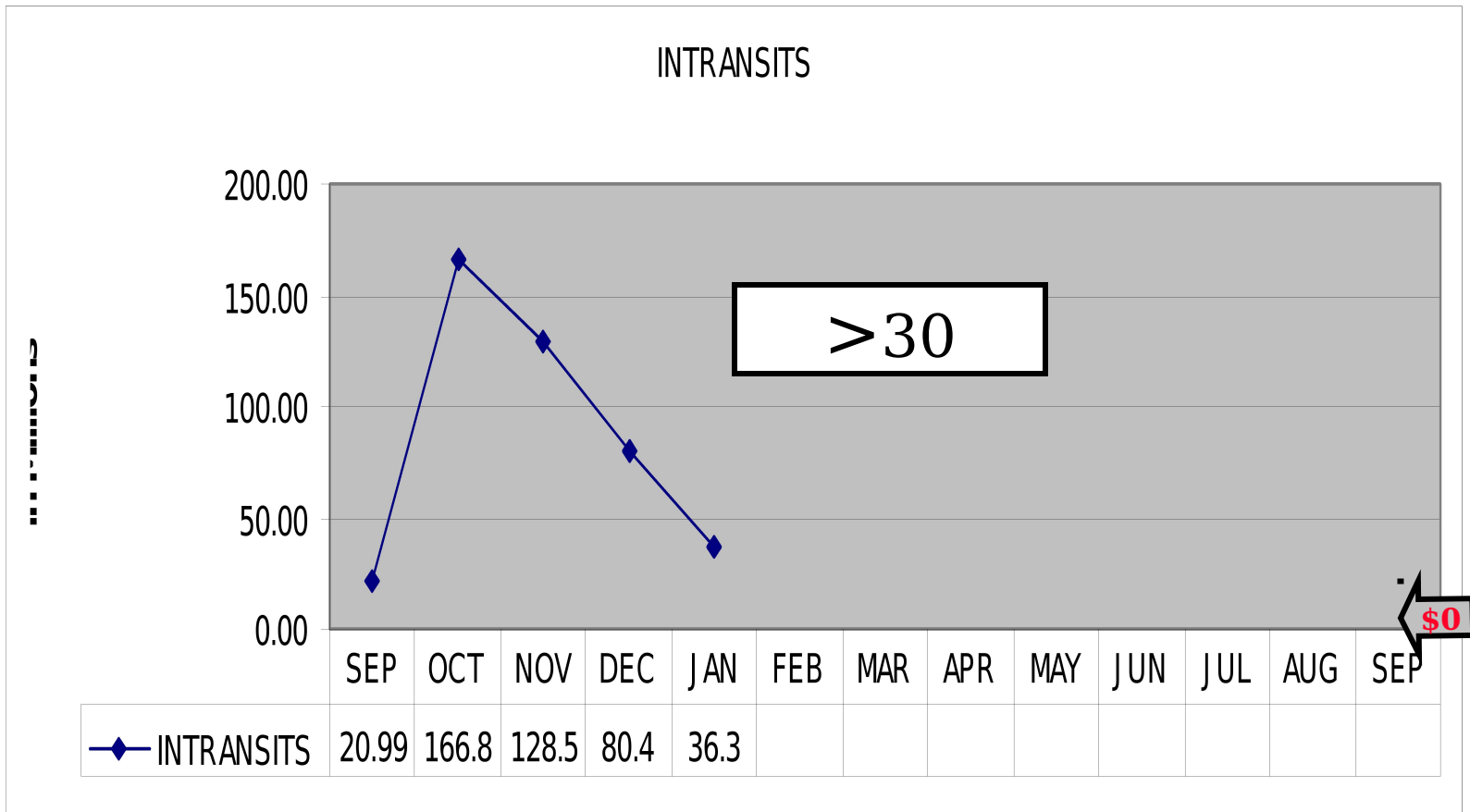


INTRANSITS

Disbursements

By 30 Sep 2006:

- Baseline of 30 Sep 2005
- Reduce to zero (>30 days)



DATA SOURCE: DFAS



Special Interest Items



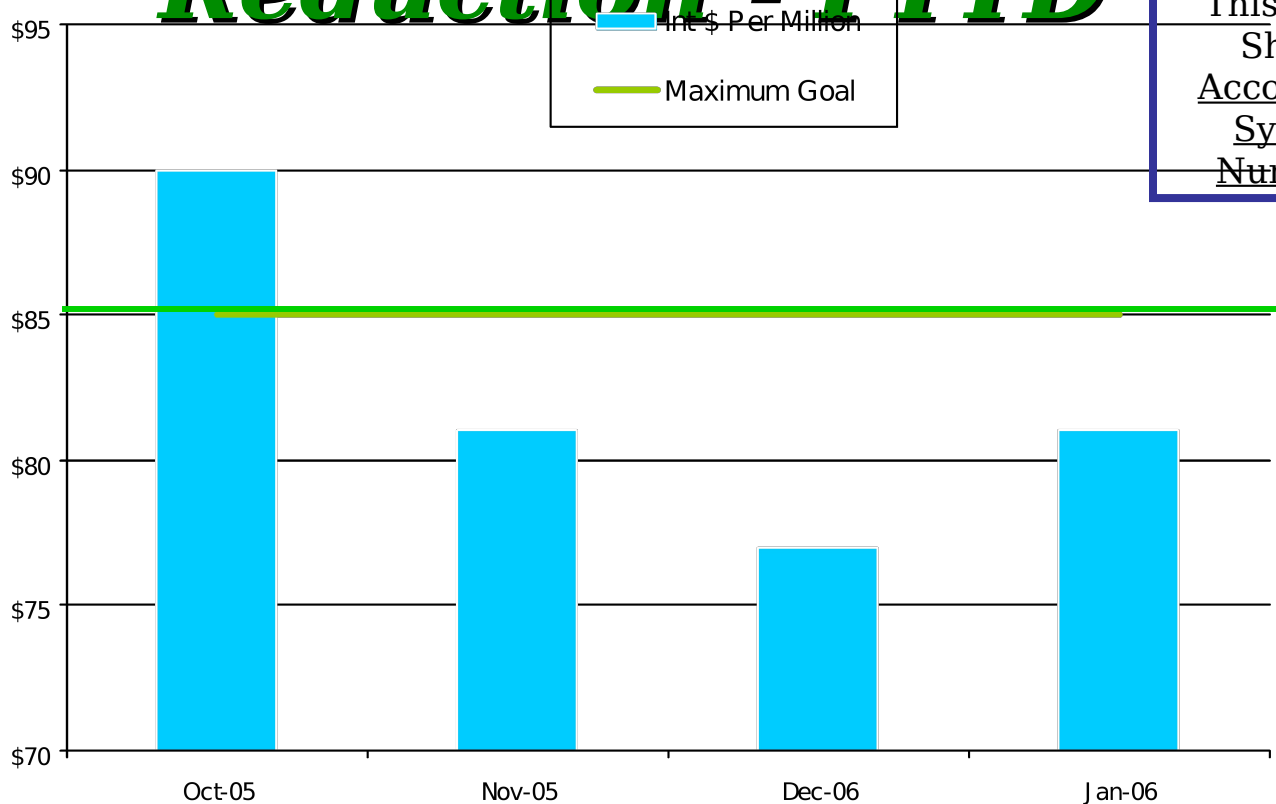
DFAS

Prompt Pay Interest Reduction



Prompt Pay Interest Reduction - FYTD

Dollars per Million



This Chart
Shows
Accounting
System
Numbers

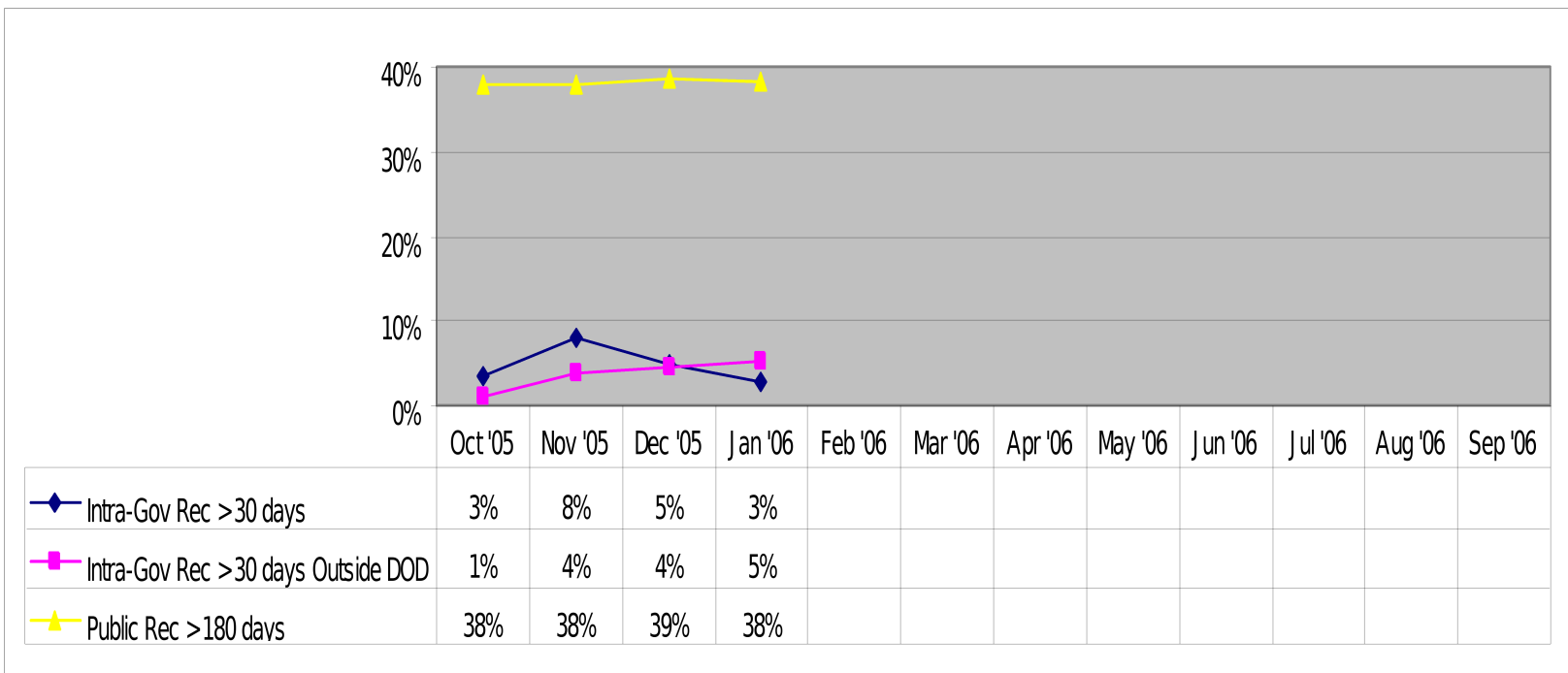
	End of FY 05	FY 05 Goal	FY 06 Goal	FY 06 YTD
Army	\$89.00	\$85.00	\$85.00	\$81.00



Accounts Receivable

By 30 Sep 2006:

- Reduce Intra-governmental Receivables > 30 days to 10 percent or less of Total Intra-Governmental Receivables
- Reduce Intra-governmental Receivables Outside DOD > 30 days to 10 percent or less of Total Intra-Governmental Receivables Outside DOD
- Reduce Public Receivable > 180 days to 10 percent or less of Total Public Receivables



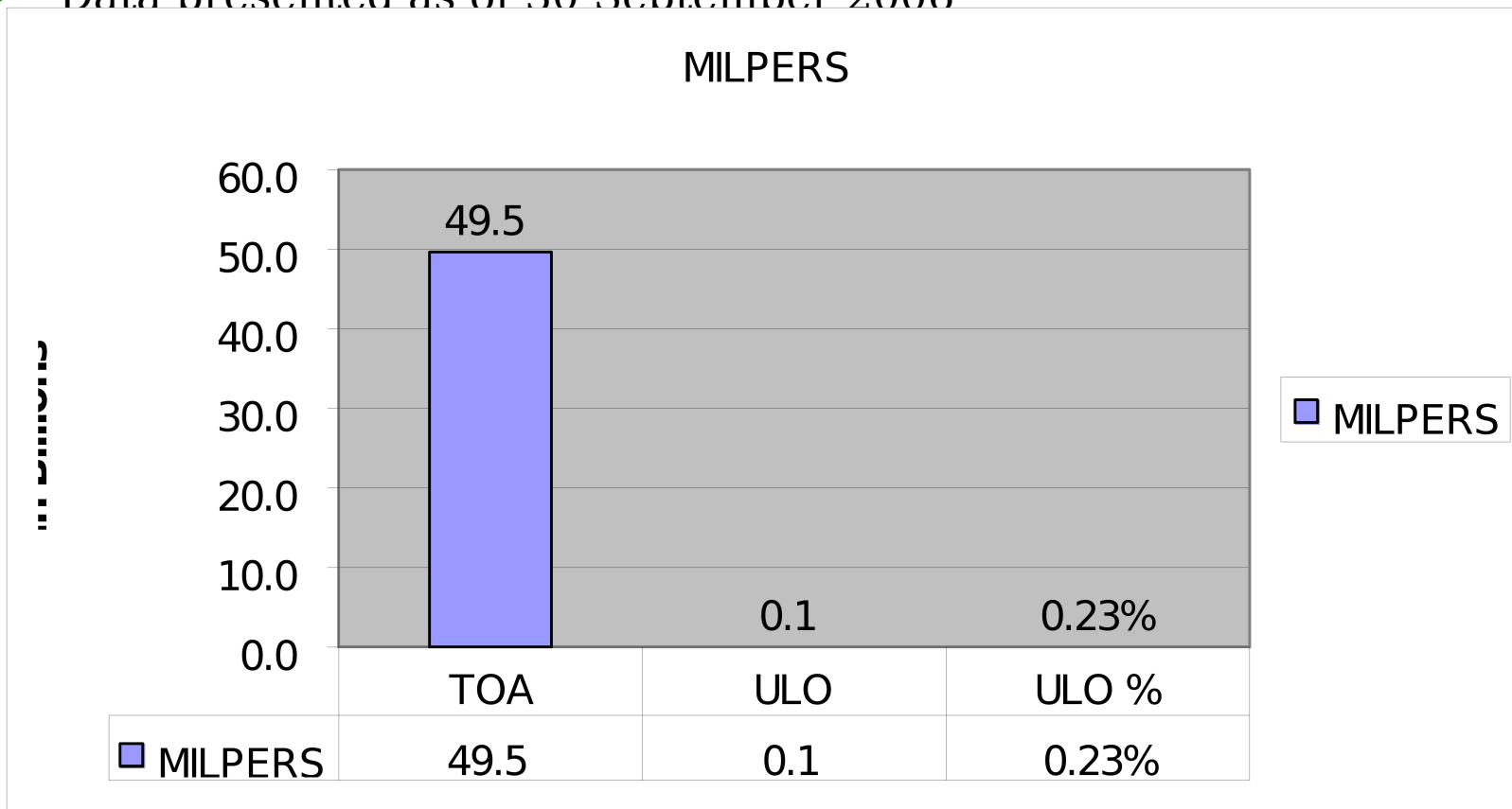
DATA SOURCE: DFAS



2nd Expired Year Un-liquidated Obligation

By 30 Sep 2006:

- Reduce Fiscal Year 2004 MILPERS ULO Balance to 0.5 percent or less of TOA
- Data presented as of 30 September 2006

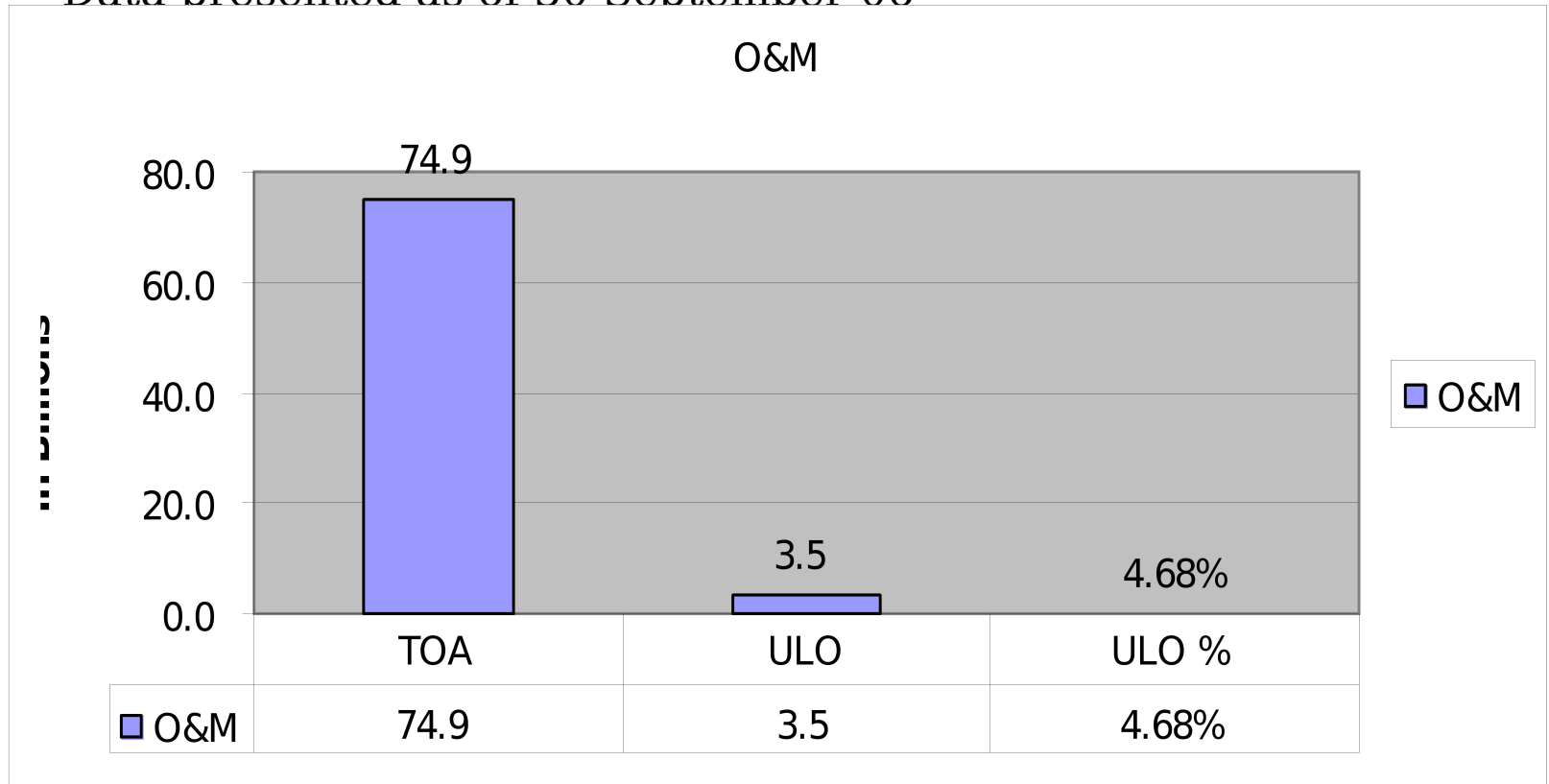




2nd Expired Year Un-liquidated Obligation

By 30 Sep 2006:

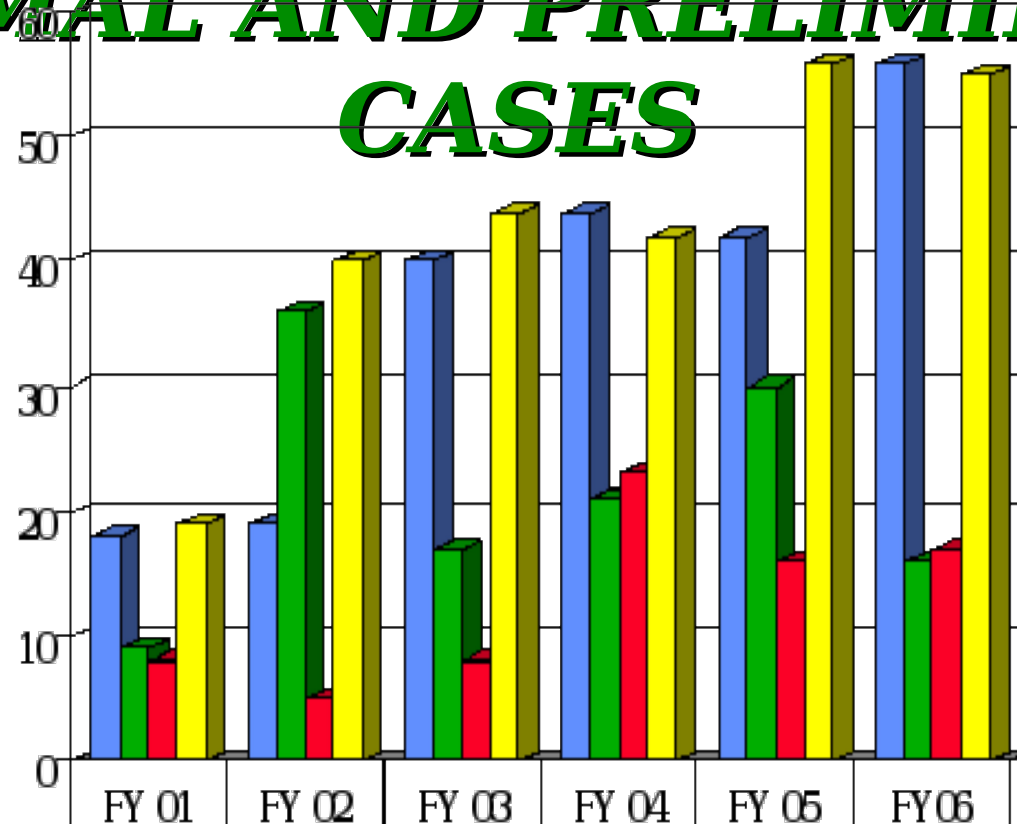
- Reduce Fiscal Year 2004 O&M ULO Balance to 3.0 percent or less of TOA
- Data presented as of 30 September 06





ANTIDEFICIENCY ACT PROGRAM

FORMAL AND PRELIMINARY CASES

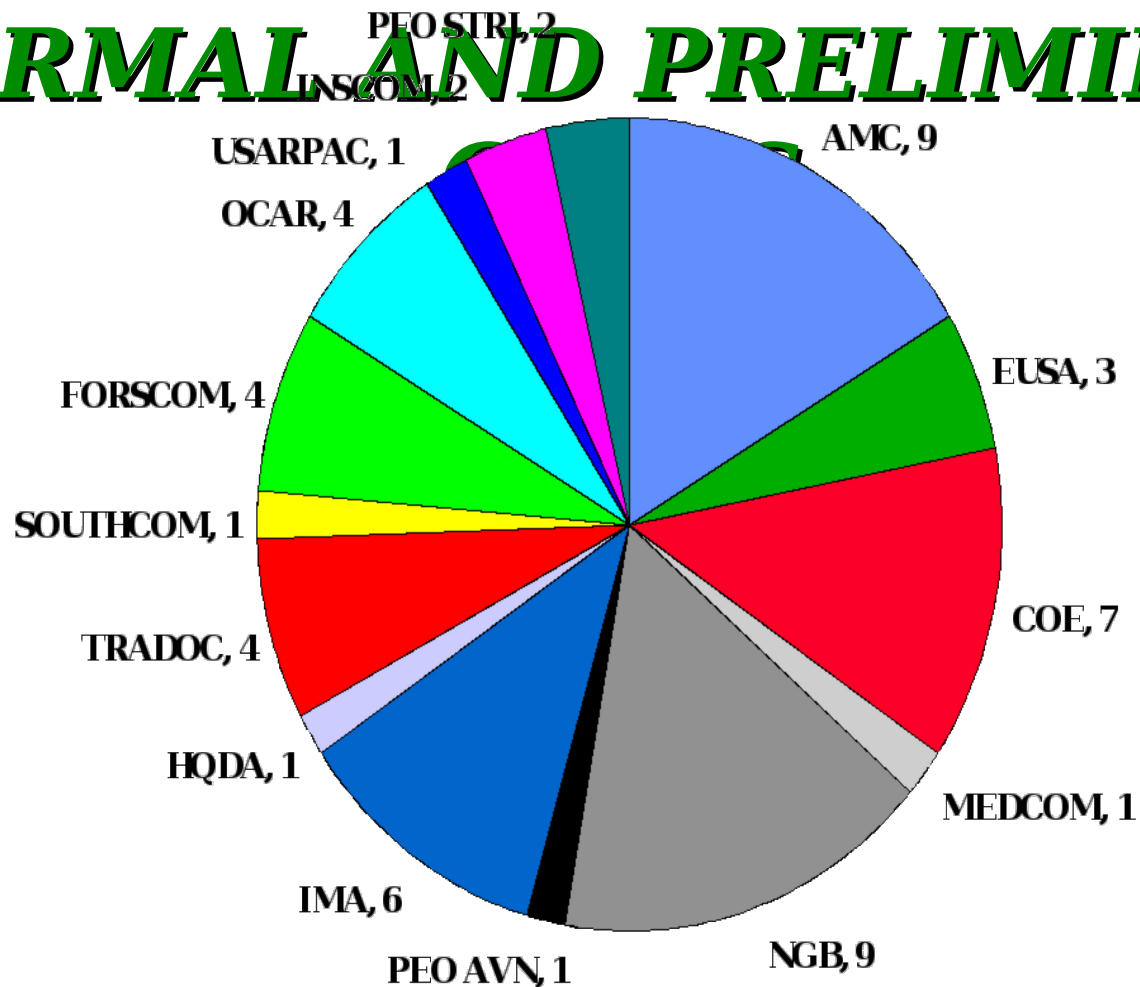


Beginning	18	19	40	44	42	56
Received	9	36	17	21	30	16
Completed	8	5	8	23	16	17
Ending	19	40	44	42	56	55

As of 31 Jan 2006



ANTIDEFICIENCY ACT PROGRAM FORMAL AND PRELIMINARY



OPEN CASES - 55

As of 31 January 2006



Anti-Deficiency Act Violations Formal Cases > 12 Months

MACOMS	As of 1 Oct 2005	As of 31 Jan 2006			
		new	with OSD	closed	ENDING (w/MACOM)
NGB	6	3	1	3	5
AMC	2	1	2	0	1
FUSA	2	0	0	2	0
COE	1	1	1	0	1
INSCOM	1	2	1	2	0
OCAR	1	0	1	0	0
TOTAL	13	7	6	7	7

As of 31 Jan 2006



Anti-Deficiency Act Violations Formal Cases < 12 Months

MACOMS	As of 1 Oct 2005	As of 31 Jan 2006	As of 31 Jan 2006			
		new	with OSD	moved to >12 mos	closed	ENDING (w/MACOM)
NGR	3			1		2
AMC	2	1		1		2
FORSCOM	4		1		1	2
COE	3			1		2
INSCOM	2			1	1	0
MEDCOM	1					1
TRADOC	1		1			0
IMA	3		1		1	1
OCAR	0	1				1
TOTAL	19	2	3	4	3	11

As of 31 Jan 2006



ANTI-DEFICIENCY ACT VIOLATIONS - WAY AHEAD

- Monthly ADA Status Meeting With PDASA and DASA(FO)
 - Senior MACOM Resource Manager to Brief
 - Effective 17 April 2006 and Every Month Thereafter
- ASA(FM&C) Follow Up on Quarterly Basis with MACOM Commander
- No More Extensions (Formal or Preliminary Cases) - Effective Immediately
- Emphasize to Commands the Requirement for Mandatory Training
 - Number of Personnel Authorized to Certify Funds
 - Number of Personnel Trained in Fiscal Law
 - Plan to Train Remaining Personnel
- Commanders Responsible for Justifying Disciplinary Action
 - Disciplinary Actions May Not be Commensurate with Violation
 - Undue Risk to Army
 - New Requirement to Send ASA(FM&C) Formal Letter
 - Explaining Disciplinary Action
 - Justify Disciplinary Action



Joint Reconciliation Program

➤ ***Website:***

<http://www.asafm.army.mil/fo/fod/jrp/jrp.asp>

➤ ***Centralized mailbox:***

JointReconProgram@hqda.army.mil

➤ ***Next VTC: Scheduled for July 20, 2006***

***FY 06 Phase II Reporting, 15
1630***





Closing Remarks